

K. Chad Burgess
Director & Deputy General Counsel

chad.burgess@scana.com

November 27, 2018

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd Chief Clerk/Admimistrator Public Service Commission of South Carolina 101 Executive Center Drive Columbia, South Carolina 29210

RE: Amendment One to Agreement for Transportation Service with Firm Gas Standby between South Carolina Electric & Gas Company and Sequa Corporation d/b/a Precoat Metals Division. Docket No. 2016-140-G

Dear Ms. Boyd:

On October 12, 2016, South Carolina Electric & Gas Company ("SCE&G") entered into an Agreement for Transportation Service with Firm Gas Standby in the above referenced docket.

Enclosed for filing only is Amendment One to Agreement for Transportation Service with Firm Gas Standby between SCE&G and Sequa Corporation d/b/a Precoat Metals Division.

By copy of this letter, we are providing the South Carolina Office of Regulatory Staff with a copy of the amendment.

If you have any questions, please advise.

Very truly yours,

K. Chad Burgess

KCB/ctb Enclosures

Cc: Jeffrey M. Nelson, Esquire

Dawn Hipp

(both via U.S. First Class Mail w/enclosure)

This original to be returned to SCE&G Company



AMENDMENT ONE TO AGREEMENT FOR TRANSPORTATION SERVICE WITH FIRM GAS STANDBY

This Amendment One, made and entered into this $\frac{1}{2}\sqrt{\frac{1}{2}}$ day of $\frac{1}{2}\sqrt{\frac{1}{2}}$, 2018, by and between SOUTH CAROLINA ELECTRIC & GAS COMPANY, its successors and assigns, hereinafter called "Seller", and SEQUA CORPORATION D/B/A PRECOAT METALS DIVISION, its successors and assigns, hereinafter called "Buyer".

WITNESSETH

WHEREAS, Seller provides transportation service to Buyer under the terms of an Agreement for Transportation Service with Firm Gas Standby dated October 12, 2016, and

WHEREAS, Buyer and Seller have agreed to amend the Agreement for Transportation Service with Firm Gas Standby between Buyer and Seller to incorporate the Adjustment to MDQ paragraph, also to incorporate Commodity Charge Annual Adjustment.

NOW THEREFORE, in consideration of these covenants and agreements set forth to be kept and performed by the parties hereto, it is mutually agreed as follows:

- A. This Amendment One shall become effective on November 1, 2018.
- B. Paragraph 1, SCOPE OF DELIVERY, is deleted and replaced with the following:
 - SCOPE OF DELIVERY
 - (B) ADJUSTMENT TO MDQs

Seller shall adjust Buyer's Maximum Daily Quantity on an annual basis. The annual adjustment shall be the greater of the Buyer's actual Maximum Daily Quantity over the preceding twelve (12) months or 500 dekatherms.

- C. Paragraph 15, <u>COMMODITY CHARGE ANNUAL ADJUSTMENT</u> is added as follows:
 - 15. COMMODITY CHARGE ANNUAL ADJUSTMENT

Buyer acknowledges that the commodity charge in Seller's Rate Schedule 35 is subject to an adjustment on an annual basis through Seller's Natural Gas Rate Stabilization Act proceeding before the Public Service Commission of South Carolina ("Commission") and on a monthly basis through administration of the Seller's Commission-approved Purchased Gas Adjustment mechanism. On and after November 1, 2018, Buyer's commodity charge shall be adjusted by the

same variance as any adjustment to the Rate 35 commodity charge through either Seller's annual Natural Gas Rate Stabilization Act proceeding or Seller's monthly administration of its Purchased Gas Adjustment mechanism.

- D. The term of this Amendment One shall be the same as the term of the Agreement for Transportation Service with Firm Gas Standby currently in effect.
- E. No other provisions of the Agreement for Transportation Service with Firm Gas Standby between Seller and Buyer are altered by this Amendment One.

IN WITNESS WHEREOF, this Amendment One to Agreement for Transportation Service with Firm Gas Standby has been executed on the date Hirst above written by the parties hereto, by their officers or other representatives.

SEQUA CORPORATION D/B/A PRECOAT METALS DIVISION	SOUTH CAROLINA ELECTRIC & GAS COMPANY
Buyer Solden	Seller Muholand
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Title	Title
1/14/18	NJF1 14-0182
Date	Date 1